

**ANNUAL REPORT
CHILDREN'S HOSPITAL PROGRAM
(as of December 31, 2006)**

Program Overview

On November 2, 2004, California voters passed Proposition 61, enabling the State of California to issue \$750 million in General Obligation bonds for the Children's Hospital Program ("the Program"). Under California Health and Safety Code, Sections 1179.10-1179.43, the purpose of the Program is to improve the health and welfare of California's critically ill children, by providing a stable and ready source of funds for capital improvement projects for children's hospitals.

Grant awards for non-University of California children's hospitals are limited to \$74 million (less costs of issuance). Grant awards for University of California children's hospitals are limited to \$30 million (less costs of issuance and administrative costs)*.

* Note: Available amounts for each hospital are subject to a deduction for costs of issuance of \$0.75 per \$1,000.00 of the authorized grant award. Available amounts for University of California hospitals are also subject to a deduction for administrative costs of \$5.00 per \$1,000.00 of the authorized grant award.

Summary (as of December 31, 2006):

<u>Children's Hospital</u>	<u>Authorized</u>	<u>Disbursed</u>	<u>Remaining</u>
Children's Hospital and Research Center Oakland	\$ 74,000,000	\$ 1,695,274	\$ 72,304,726
Children's Hospital Central California	74,000,000	5,305,542	68,694,458
Children's Hospital Los Angeles	74,000,000	53,000,000	21,000,000
Children's Hospital Orange County	74,000,000	2,700,516	71,299,484
Loma Linda University Children's Hospital	74,000,000	-	74,000,000
Long Beach Memorial Medical Center [Miller Children's Hospital, Long Beach]	74,000,000	-	74,000,000
Lucile Salter Packard Children's Hospital at Stanford	74,000,000	20,458,204	53,541,796
Mattel Children's Hospital at the University of California Los Angeles	30,000,000	29,827,500	172,500
Rady Children's Hospital [formerly Children's Hospital and Health Center (San Diego)]	74,000,000	11,258,181	62,741,819
University of California, Davis Children's Hospital	30,000,000	-	30,000,000
University Children's Hospital at University of California, Irvine	30,000,000	-	30,000,000
University of California, San Diego Children's Hospital	30,000,000	-	30,000,000
University of California, San Francisco Children's Hospital	<u>30,000,000</u>	<u> -</u>	<u>30,000,000</u>
	<u>\$ 742,000,000</u>	<u>\$ 124,245,217</u>	<u>\$ 623,754,783.</u>

Children's Hospital and Research Center Oakland

Statutorily Authorized Amount:	\$74,000,000.00 (less Costs of Issuance)
City:	Oakland
County:	Alameda
Disbursement #1 amount:	\$1,695,274.00
Disbursement #1 date:	January 13, 2006
Remaining as of Dec. 31, 2006:	\$72,304,726.00
Project status: Project is complete (grant award was for reimbursement of expenditures of a completed project).	

Children's Hospital Central California

Statutorily Authorized Amount:	\$74,000,000.00 (less Costs of Issuance)
City:	Madera
County:	Madera
Disbursement #1 amount:	\$ 1,822,768.00
Disbursement #1 date:	December 30, 2005
Disbursement #2 amount:	\$ 3,482,774.00
Disbursement #2 date:	December 30, 2005
Remaining as of Dec. 31, 2006:	\$68,694,458.00
Project status: Projects are complete (grant award was for reimbursement of expenditures of a completed project).	

Children's Hospital Los Angeles

Statutorily Authorized Amount:	\$74,000,000.00 (less Costs of Issuance)
City:	Los Angeles
County:	Los Angeles
Disbursement #1 amount:	\$53,000,000
Disbursement #1 date:	November 21, 2005
Remaining as of Dec. 31, 2006:	\$21,000,000
Project status: In progress	

Children's Hospital Orange County

Statutorily Authorized Amount:	\$74,000,000.00 (less Costs of Issuance)
City:	Orange
County:	Orange
Disbursement #1 amount:	\$2,700,516.00
Disbursement #1 date:	January 20, 2006
Remaining as of Dec. 31, 2006:	\$71,299,484.00
Project status: Project is complete (grant award was for reimbursement of expenditures of a completed project).	

Loma Linda University Children's Hospital

Statutorily Authorized Amount:	\$74,000,000.00 (less Costs of Issuance)
City:	Loma Linda
County:	San Bernardino
No Disbursements Made	
Remaining as of Dec. 31, 2006:	\$74,000,000.00
Project status: No grant application received as of January 1, 2007.	

Long Beach Memorial Medical Center (Miller Children's Hospital, Long Beach)

Statutorily Authorized Amount:	\$74,000,000.00 (less Costs of Issuance)
City:	Long Beach
County:	Los Angeles
No Disbursements Made	
Remaining as of Dec. 31, 2006:	\$74,000,000.00
Project status: No grant application received as of January 1, 2007.	

Lucile Salter Packard Children's Hospital at Stanford

Statutorily Authorized Amount:	\$74,000,000.00 (less Costs of Issuance)
City:	Palo Alto
County:	Santa Clara
Remaining as of Dec. 31, 2006:	\$74,000,000.00
Project status: Grant award approved in May 2006. No disbursements as of January 1, 2007.	

Mattel Children's Hospital at the University of California Los Angeles

Statutorily Authorized Amount:	\$30,000,000.00 (less Costs of Issuance and Administrative Costs)
City:	Los Angeles
County:	Los Angeles
Disbursement #1 amount:	\$29,827,500.00
Disbursement #1 date:	10/19/2006
Remaining as of Dec. 31, 2006:	\$0
Project status: In progress.	

Rady Children's Hospital-San Diego

Statutorily Authorized Amount:	\$74,000,000.00 (less Costs of Issuance)
City:	San Diego
County:	San Diego
Disbursement #1 amount:	\$ 1,122,038.00
Disbursement #1 date:	December 30, 2005
Disbursement #2 amount:	\$ 6,827,551.00
Disbursement #2 date:	May 5, 2006
Disbursement #3 amount:	\$ 3,308,592.00
Disbursement #3 date:	July 14, 2006
Remaining as of Dec. 31, 2006:	\$62,741,819.00
Project status: Disbursement # 1 project is complete (grant award was for reimbursement of expenditures of a completed project). Projects covered by Disbursements #2 and #3 are still in progress.	

University of California, Davis Children's Hospital

Statutorily Authorized Amount:	\$30,000,000.00 (less Costs of Issuance and Administrative Costs)
City:	Sacramento
County:	Sacramento
No Disbursements Made	
Remaining as of Dec. 31, 2006:	\$30,000,000.00
Project status: Grant award approved in March 2006. No disbursements as of January 1, 2007.	

University Children's Hospital at University of California, Irvine

Statutorily Authorized Amount:	\$30,000,000.00 (less Costs of Issuance and Administrative Costs)
City:	Irvine
County:	Orange
No Disbursements Made	
Remaining as of Dec. 31, 2006:	\$30,000,000.00
Project status: No grant application received as of January 1, 2007.	

University of California, San Diego Children's Hospital

Statutorily Authorized Amount:	\$30,000,000.00 (less Costs of Issuance and Administrative Costs)
City:	San Diego
County:	San Diego
No Disbursements Made	
Remaining as of Dec. 31, 2006:	\$30,000,000.00
Project status: No grant application received as of January 1, 2007.	

University of California, San Francisco Children's Hospital

Statutorily Authorized Amount:	\$30,000,000.00 (less Costs of Issuance and Administrative Costs)
City:	San Francisco
County:	San Francisco
No Disbursements Made	
Remaining as of Dec. 31, 2006:	\$30,000,000.00
Project status: No grant application received as of January 1, 2007.	